- 1 If this guy would have done his job by the latter part of
- 2 1994, we would have an STA on everything and we wouldn't be
- 3 unauthorized for 15 paths or 14 paths. We would have only a
- 4 problem with whether it was -- whether it was activated on
- 5 January or whether the technical part of it was done on
- 6 January. But most of those paths, the technical part of it
- 7 was done that -- the end of third quarter of 1994.
- 8 Q Are you saying that there were applications for
- 9 all these paths that were filed in the third quarter of
- 10 1994?
- 11 A I am saying that if Pepper & Corazzini had done
- 12 their work and if I cleared those paths let's say September
- 13 21st or 22nd and it would have gone through the routine, he
- should have filed the path by October and put an STA on it.
- I would have had the authority by November or December.
- And since these paths were all been activated on
- 17 this -- on April or February or March, none of these
- 18 discussions would come to place. That's what I'm saying.
- 19 And whether he -- whether he filed that, I'm not saying he
- 20 did not. But the one that you see here on that testimony
- 21 was the second filing. If he did any before, it was after
- 22 the emission designator change. Then he had to refile it
- 23 again. So --
- 24 Q There's one other thing that -- about STAs that I
- 25 wanted you to clear up for us. Is it your testimony that

- 1 Mr. Lehmkuhl was directed to routinely or automatically file
- 2 STA requests every time he filed an application or an
- 3 amendment to an existing license?
- 4 A My dealing was with Pepper & Corazzini as a whole.
- 5 And they were -- that was the procedure. It was there
- 6 before Mr. Lehmkuhl joined that company. And, sure, when we
- 7 were talking about, that was a procedure he was supposed to
- 8 follow to the fact that he was the one at some phone
- 9 conversation mentioned about the -- and I guess he had in
- some of these letters that you have here that FCC's trying
- 11 to consolidate his licenses.
- And as such, they are not as easily or as
- 13 routinely providing the licenses for paths. And I'm sure
- 14 that Mr. Lehmkuhl nor you know that we cannot just not
- operate unless there is -- that's what STA is for. That's
- 16 why the government as the STA. We have to apply for the STA
- 17 before we would be able to turn on the path. So if
- there's -- either there's a license or there has to be an
- 19 STA.
- 20 And if -- he advised me that FCC is not providing
- 21 the FCC because of all the administrative work that needs to
- 22 be done. Then the next thing would be that you'd have had
- 23 to generate the STA because we have to activate the building
- 24 and the customers and subscribers.
 - 25 Q I'm not sure you answered the question. I -- the

- 1 question was really a very simple one.
- 2 A Yes. It was told that he should apply the STA.
- 3 Q Automatically?
- 4 A That's correct.
- 5 Q Okay. That's what I wanted to know.
- A And Pepper & Corazzini all as a whole, yes.
- JUDGE SIPPEL: While you're on that Exhibit 17,
- 8 did you sign any of these STA applications in advance?
- 9 THE WITNESS: This particular one is signed in
- 10 advance because the date is not there. But I just have to
- 11 point out that after April 28th -- I mean, April -- the end
- of April and the 28th of his letter, I mentioned that he had
- a couple that I recall now -- that he had a couple of these
- 14 still in his files.
- I asked him that when you're filling that
- application for STA, send them back to me and I'll review
- 17 them. And he did that. But he had this one as one of the
- left-overs, so to speak; the signed signature of that form
- 19 that he had before. But I made sure that anything after
- 20 April I will review. But this is one of them because he put
- 21 the date on May 3rd. And the reason I'm pretty sure is that
- after that date, everything was reviewed by me.
- JUDGE SIPPEL: I'm finished.
- 7 24 MR. BECKNER: Okay, Your Honor. I didn't want -
 - if you had something more, I didn't want to cut you off.

- JUDGE SIPPEL: No.
- 2 BY MR. BECKNER:
- 3 Q One last question about these licenses and STAs.
- 4 And just to make the record clear, Mr. Nourain, I take it
- 5 that -- it's true, is it not, that one way to have avoided
- 6 this problem would be for you simply to have phoned someone
- 7 at Pepper & Corazzini and said I'm going to turn on 30
- 8 Waterside Plaza next week; I want to just be sure that we've
- 9 got a license or an STA for that. But you never did that,
- 10 did you?
- 11 A No. I did not.
- 12 Q Okay. And regardless of what you think about what
- responsibility Pepper & Corazzini has in Liberty's present
- situation, the fact is that no one at Liberty including you
- ever told them we're going to turn on a particular site; is
- 16 that okay, or anything like that.
- 17 A Not directly what particular sites, no.
- 18 Q Well, I mean, did you advise them in any way that
- 19 you were about to turn on any new microwave facility aside
- 20 from --
- 21 A No, no.
- 23 application?
- A Not particularly a certain address, that's
 - 25 correct.

- 1 MR. BECKNER: Your Honor, I'm about to move into a
- 2 different area. And I've got several more pages of my own
- 3 prepared examination. I certainly can continue, but I just
- 4 wanted to let you know in terms of our schedule for the rest
- of today and tomorrow what your preference might be.
- JUDGE SIPPEL: Well, what time does this Witness'
- 7 plane leave tomorrow?
- 8 THE WITNESS: Oh, I could be here until about 1:00
- 9 or 2:00.
- JUDGE SIPPEL: And still be able to catch a plane?
- 11 If you left here at 1:00 --
- THE WITNESS: No, my plane leaves about 2:00 --
- 1:59. So I should probably -- until 1:00 and that gives me
- half an hour to get to the airport.
- JUDGE SIPPEL: Well, we should have him out here
- 16 close to -- not much after 12:00 noon to make sure he gets
- 17 out of here. Is that doable if we start at 9:30 tomorrow
- 18 morning?
- 19 MR. HOLT: I'm going to try to review my notes and
- 20 streamline my questioning. I'm a little concerned depending
- on the nature of the questioning tomorrow and where it goes
- about being bumped up against a deadline.
- JUDGE SIPPEL: We'll start at 9:00.
- 24 MR. BEGLEITER: We'll go to 9:00 if Your Honor
 - 25 wishes.

- MR. HOLT: It might be a little bit. Perhaps we
- 2 could start at 9:00. And by that time hopefully -- tonight
- 3 it will allow me to review the notes, streamline some of the
- 4 questioning. I don't think it makes sense to interrupt the
- 5 examination now.
- JUDGE SIPPEL: Well, let's keep going. It's 4:40.
- 7 Let's use the other 20 minutes. Let's go to 5:00. Are you
- 8 okay?
- 9 THE WITNESS: I'm fine, sir.
- MR. BECKNER: Okay. Good.
- 11 BY MR. BECKNER:
- 12 Q I'd like you to turn to Time Warner/Cablevision
- 13 Exhibit 13 which is in the large notebook.
- 14 A Yes, I have it.
- 15 Q Now, this is a copy of an affidavit that was filed
- in the Federal District Court in New York. And that is your
- 17 signature on the last page, is it not?
- 18 A That's correct.
- 19 Q And this -- unlike these FCC applications, this is
- 20 not something you signed in blank?
- 21 A This one was faxed to me and I signed it. No.
- 22 Q I mean, you read this before you signed it --
- 23 A That's correct.
- 24 Q -- did you not?
 - 25 A That's correct.

- 1 Q And you made sure that it was accurate as far as
- 2 you knew?
- 3 A Yes.
- Q Okay. Paragraph 5 which is on -- well, there's a
- 5 bunch of numbers on these pages. But it's on the page
- 6 that's marked 004.
- 7 A Yes.
- 8 Q Okay. The affidavit says, "I am advised that Time
- 9 Warner has opposed Liberty's pending application to the
- 10 Federal Communication Commissions for various 18 gigahertz
- 11 microwave licenses." Was that sentence accurately
- 12 reflecting what you knew as of the date that you executed
- 13 this affidavit?
- 14 A What do you mean by sounds accurate to reflect?
- 15 Q I'm sorry. Does that sentence accurately reflect
- what you knew at the time that you signed this affidavit?
- 17 A I knew what?
- 18 Q That Time Warner had opposed Liberty's pending
- 19 applications to the FCC for various 18 gigahertz microwave
- 20 licenses.
- 21 A Not the way you are raising that question, no. I
- 22 was -- I was -- I knew that some of those applications; not
- 23 that Time Warner is opposing Liberty's applications. It
- ~ 24 says various applications. My understanding was -- yes,
 - 25 that was -- that was objection to activation of some of

- 1 Liberty's applications.
- Q Well, now I'm going to have to ask you to be
- 3 specific here. There is a sentence here. If you want to
- 4 read it yourself instead of having me read it, that's okay.
- 5 A Sure.
- 6 Q And all I want to know is if the first sentence of
- 7 paragraph 5 is or is not true and correct as of the date you
- 8 executed this affidavit.
- 9 A Well, true to my interpretation, yes.
- 10 Q Okay. That's all I want to know. Thank you.
- Now, based on that knowledge, did you not expect that the
- result of Time Warner filing these oppositions would be to
- 13 slow down the processing of Liberty's applications?
- 14 A No, because this particular one has a different
- 15 story because I knew that was -- verbally I knew that there
- 16 was some litigation going on on interconnecting --
- 17 interconnecting issues with Time Warner. And I knew that I
- 18 would not be activating any microwave system which relates
- 19 to that. So I -- at the time of this deposition, this
- 20 only -- discussion with this affidavit was all on an
- 21 interconnect building. So, therefore, I knew I should not -
- 22 I will not be able to activate any interconnecting
- 23 building by microwave because of the -- some of the problems
- \sim 24 $\,$ that were going on between Liberty and Time Warner.
 - Q But you didn't think that these, as you put them,

- 1 problems would have any effect on the other applications
- 2 that were filed?
- A How would I do? I'm not a lawyer. I'm an
- 4 engineer. I just know what I'm told. I was told that there
- 5 was the problem with the interconnection connecting
- 6 buildings. Therefore, you're not supposed to activate those
- 7 things with the microwave. And I said fine. What -- what
- 8 one has to do with the other is that there are other
- 9 applications, I don't understand that. I didn't -- I didn't
- 10 look at it that way because, also, number two, it said the
- 11 various part.
- 12 It didn't say for all pending applications. And
- that's what my understanding was. It's not only my
- 14 understanding. That's -- in addition to that, that was what
- 15 I was discussing with the lawyer who prepared that with me.
- 16 It's not only my assumption. We talked about this thing.
- 17 And that was the exact -- this affidavit was just for the
- 18 interconnecting building. And all discussion and everything
- 19 was based on that.
- 20 And I understood that everything had to do with
- 21 the interconnecting building which was the purpose of this
- 22 affidavit and my discussion with that and my knowledge at
- 23 the time; that Time Warner and Liberty are having some kind
- 24 of -- as I said, I don't know they had legal -- they had
 - some problems with some of the interconnecting buildings.

1	Q And you weren't even sufficiently curious about
2	the possibility that the fact that Time Warner was opposing
3	at least some applications might have an effect on other
4	applications? You weren't curious about that to even ask
5	the lawyer whether or not those other applications might be
6	affected?
7	A No, my discussion no, my discussion with this
8	lawyer was that some some affidavit or some information
9	came from some engineer at Time Warner which was challenging
10	or questioning some of the how we can activate some of
11	the interconnecting buildings with microwave, not with
12	with interconnecting with a cable.
13	And I was just the whole purpose was to
14	rebuttal, to answer that technical information with the
15	lawyer. And that's why we going through that. And at the
16	end, we were we were he made sure that I understand
17	that there is objections over the activation of the
18	microwave system for this interconnecting buildings at the
19	time. And in addition to that, I knew there was some
20	problems between about those which was started I guess
21	in 1994 sometime.
22	Q So even though you knew that Time Warner Cable was
23	opposing Liberty's applications for new microwave paths, you
24	continued to turn these on in March and April of 1995

because you thought that Time Warner's opposition only had

25

- to do with the paths that were to replace cable
- interconnections. Is that right?
- 3 A I understood what I was told by our lawyer at the
- 4 time; that that was the ones that there were -- there were
- objections to. And that's what this Number 5 indicates. If
- I knew that was in all of them, I would do what I did on
- 7 April -- the end of April that I found out about the others,
- 8 sure. I would do that then. I did that April 25. What you
- 9 have that assumption I wouldn't have done it on February 25?
- 10 Q Do you have any understanding of what might happen
- 11 to Liberty if it was found to have operated microwave
- 12 facilities without a license?
- 13 A When it comes to operating any facilities which
- 14 government asks for a license, I don't need to look at
- 15 Liberty or anybody else. I have to look at my own
- 16 conscience. I do not turn the system if I don't know it's
- 17 authorized, sir. It has nothing to do with who I work, what
- 18 I do. That's the answer to your question.
- 19 Q No, I don't think you did. I -- what I meant to
- 20 ask you was simply whether or not you had any understanding
- of the consequences to the company of making a mistake like
- 22 not having an license for an operating facility.
- 23 A Oh, to answer your question --
- ~ 24 Q Yes, sir.
 - 25 A -- to answer for that, I know you should not turn

- on the system without authorization. The consequences of it
- 2 is just a regulation of the government agencies and the
- 3 people who are not activating it. I'm not legal and I never
- 4 -- never know that detail of it, what is the consequences is
- 5 going to be to that.
- 6 Q But I take it from your answer -- the previous
- 7 answer you gave, that you understood that this was -- that
- 8 turning on a microwave facility without a license was a bad
- 9 thing, right?
- 10 A Of course.
- 11 Q Okay. And -- and yet what you've been telling us
- this afternoon is that repeatedly you turned on microwave
- facilities based on an assumption that something had been
- 14 done without knowing whether or not it in fact had been
- 15 done.
- 16 A No, that -- you're simplifying it. Based on the
- 17 consultation with the lawyer that they hired as an FCC
- lawyer during three or four years, and that's what the whole
- 19 process was taking place. And based on that, I have done
- 20 that. And in addition to that, as I said, we have a lot of
- 21 licenses. We have a lot of STAs coming in. And I see the
- 22 STAs. It's not as simple as you that you put it in, sir.
- Q Well, now, you said you consulted with the lawyer.
- 24 Did the lawyer ever tell you that you could wait a certain
 - amount of time and then confidently turn on your microwave

- 1 facility without worrying about if you had a license or not?
- 2 A Well, the lawyer told me that you have to file for
- 3 the application and the FCC within a five -- you know,
- 4 within a couple of weeks or so, they will probably provide
- 5 you with authorization. And then you can turn it on. And
- 6 there was -- as I mentioned before, there are a handful of
- 7 applications that we had minus this emission designator
- 8 problem.
- 9 There were a handful of the buildings, they were -
- 10 they were activated that we did not go through more than
- 11 close to a month -- months of elapse time because, as I
- explained to Your Honor, there are a lot of other things
- involved in that. And all of those processes have to all
- 14 take place. And licensing was part of it. And all of those
- 15 were taking place and I was getting routinely the STAs. And
- 16 based on that --
- 17 Q Let's just clarify. No lawyer ever told you, Mr.
- 18 Nourain, that you could wait a certain number of days after
- 19 you did a coordination and confidently be sure that you
- 20 could turn on a new microwave facility legally.
- 21 A I was -- I was also getting --
- 22 Q Isn't that correct?
- 23 A That's correct.
- Q Okay. Fine. And no lawyer ever told you with
 - respect to any of the facilities that are in Appendix A to

- 1 the hearing designation order that we looked at earlier,
- that you had either a license or an STA before you turned on
- 3 those facilities, isn't that correct?
- A Could you repeat the last part or refer to some
- 5 documents?
- 6 JUDGE SIPPEL: Get it right to the tab.
- 7 MR. BEGLEITER: Tab 30, Your Honor. Is that what
- 8 you're talking about, Mr. --
- 9 BY MR. BECKNER:
- 10 Q Look at Tab 30.
- MR. BECKNER: Thank you, Mr. Begleiter.
- THE WITNESS: 30?
- JUDGE SIPPEL: It's Tab 30 of the Time Warner --
- 14 THE WITNESS: Oh, yes. That list. Okay.
- BY MR. BECKNER:
- 16 Q Okay. Do you have the list in front of you?
- 17 A Could you -- yes. Could you repeat --
- 18 Q No lawyer ever told you, Mr. Nourain, did he or
- she, that with respect to any of the addresses listed here,
- 20 that you had a license or special temporary authority prior
- 21 to the date that you actually turned these facilities on --
- 22 A No.
- 23 0 -- isn't that correct?
- ightharpoonup 24 A That's correct.
 - Q Okay. Do you actually work on electronic

- 1 equipment yourself, Mr. Nourain?
- 2 A You mean -- what do you mean by that? Work -- I -
- 3 -
- 4 Q Well, I mean do you actually get your hands in
- 5 there and take this out or fix this or repair that like a
- 6 technician would?
- 7 A It depends on what electronics. No, I don't take
- 8 apart the television or a stereo system. But if comes to
- 9 the transmitter or the microwave, sure, I open that up and
- 10 do the test on that if --
- 11 0 Okay. And --
- 12 A You're asking a very broad question.
- 13 Q Okay. And when you open these transmitters up,
- 14 are there high voltages inside of them when they're -- I
- mean, when they're normally operating, are there high
- 16 voltages inside these transmitters?
- 17 A The type of transmitter I'm referring is the very
- 18 low -- low power transmitters. And there is a conversion
- 19 between high power voltage to have some kind of a power
- 20 supply to this transmission. So you work on that. No, they
- 21 are not sensitive equipment -- sensitive units. They are
- 22 not -- they are not dangerous.
- 23 Q And what about the power supply? Is that
- ∠ 24 dangerous?
 - 25 A Oh, of course. Power is supply is dangerous,

- 1 always dangerous.
- Q Okay. And if you -- before you work on a power
- 3 supply, don't you make certain that it's disconnected from
- 4 the main line -- the power line?
- 5 A I'm an electronics engineer. I'm not an expert of
- 6 the power system. That's a different division of the
- 7 engineering. I'm a systems engineer and an electronics
- 8 engineer. For the power surges, you have to ask your
- 9 question somewhere else. I don't -- I don't know.
- 10 Q Okay. In any of the equipment that you've worked
- on, I take it then you're saying there's no dangerous
- voltages present when it's operating?
- 13 A I only mentioned about the transmitter equipment
- 14 that I open at the bench and test it out. That is not
- dangerous. But if all the equipment is connected, you have
- to go over details of it. Your question cannot be answered
- 17 by -- by just a very simple answer.
- 18 Q Okay. Fine. I mean, I'm not an engineer either.
- 19 A That's correct.
- 20 JUDGE SIPPEL: The answers come easier at this
- 21 hour, don't they, sometimes.
- 22 MR. BEGLEITER: Your Honor, I want to give Mr.
- Beckner a lot of latitude because it is our burden. But I'm
- extstyle 24 mystified at this line of questioning.
 - 25 MR. BECKNER: Your mystification is at an end

- because my line of questioning is at an end.
- 2 MR. BEGLEITER: Okay. Thank you.
- JUDGE SIPPEL: Well, I appreciate the absence of
- 4 the objections because it's permitted us to go forward a lot
- faster than if we were doing a lot of arguing. It's almost
- 5:00 up there, Mr. Beckner. Do you have one or two more
- 7 or --
- 8 MR. BECKNER: Well, actually, I think this is
- 9 our -- I'm about to move into asking about different
- documents. So it's probably a good place to break.
- JUDGE SIPPEL: All right. Well, let's --
- 12 MR. BECKNER: Because that would not be one or two
- more.
- 14 JUDGE SIPPEL: Let's recess then until -- how much
- 15 -- how much longer do you think you have with this Witness
- 16 based on your current pace here?
- 17 MR. BECKNER: Forty-five minutes or so, maybe an
- 18 hour.
- 19 JUDGE SIPPEL: All right. We better start at --
- 20 we better start then at 9:15 tomorrow instead of 9:30.
- 21 You're still under oath which means that -- you're still
- 22 under oath. But I mean in addition to that, you're not to
- 23 talk about your testimony with any of the other witnesses in
- \sim 24 $\,$ this case until after everything is finished here. Then you
 - 25 can talk it over.

- 1 All right. Then we're in recess until 9:15
- 2 tomorrow. Thank you.
- 3 MR. BEGLEITER: Your Honor?
- 4 JUDGE SIPPEL: Yes?
- 5 MR. BEGLEITER: One thing. On Friday afternoon,
- 6 Mr. Holt suggested that the presence of all counsel be noted
- 7 for the record. We have no objection then, but we think the
- 8 same should apply today since there are counsel here who I
- 9 think should be identified.
- 10 JUDGE SIPPEL: Well, there -- I mean, anybody at
- 11 counsel table I'm assuming is here as representation. But
- whatever was done for you should be done for them.
- MR. BEGLEITER: Yes, I don't understand why the
- 14 suggestion was made on Friday afternoon. But since it was
- 15 made and we complied, I'd ask that -- that the other counsel
- here be identified, as well.
- JUDGE SIPPEL: Well, they're here as observers in
- 18 the courtroom. I mean, I'm not going to require that.
- MR. BEGLEITER: Okay.
- JUDGE SIPPEL: Is there anything else now about
- 21 scheduling? Let's go off the record.
- 22 (Whereupon, at 4:59 p.m. on Monday, January 13,
- 23 1997, the hearing was recessed, to reconvene at 9:15 a.m. on
- 24 Tuesday, January 14, 1997.)
 - 25 //

REPORTER'S CERTIFICATE

FCC DOCKET NO.:

96 - 41

CASE TITLE:

Liberty Cable

HEARING DATE:

January 13, 1997

LOCATION:

Washington, D. C.

I hereby certify that the proceedings and evidence are contained fully and accurately on the tapes and notes reported by me at the hearing in the above case before the Federal Communications Commission.

Date:

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Official Reporter

Heritage Reporting Corporation

1220 "L" Street, N.W. Washington, D.C. 20005 Peter Knight Shonerd

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